

**LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

200 W. Washington, Suite 301
Indianapolis, IN 46204
(317) 233-0696
<http://www.in.gov/legislative>

FISCAL IMPACT STATEMENT

LS 6096

BILL NUMBER: HB 1194

NOTE PREPARED: Feb 24, 2009

BILL AMENDED:

SUBJECT: Disproportionate Share Payments Program Study.

FIRST AUTHOR: Rep. Crawford

FIRST SPONSOR: Sen. Dillon

BILL STATUS: As Passed House

FUNDS AFFECTED: X **GENERAL**
DEDICATED
FEDERAL

IMPACT: State

Summary of Legislation: *Computer Storage:* The bill requires the Office of Medicaid Policy and Planning (OMPP) to develop, maintain, and use a computer system to store specified documents concerning the Disproportionate Share Hospital (DSH) Payment Program.

Interim Study Committee on Medicaid Supplemental Programs: The bill also establishes the Interim Study Committee on Medicaid Supplemental Programs to study specified issues.

Legislative Evaluation and Oversight Policy Subcommittee: The bill requires the Legislative Evaluation and Oversight Policy Subcommittee (LEOPS) to study specified programs relating to the DSH Payment Program in 2009 and 2010 and to report its findings by July 1, 2010.

(The introduced version of this bill was prepared by the Select Joint Commission on Medicaid Oversight.)

Effective Date: Upon passage; July 1, 2009.

Explanation of State Expenditures: *Summary -* The bill will have minimal fiscal impact because the requirements of the bill fit within the regular work and budget of the OMPP, the Legislative Council, and the LEOPS. Minimal additional costs may result from carrying out the evaluation required under the bill.

Background- *Interim Study Committee on Medicaid Supplemental Programs:* The bill establishes the Interim Study Committee on Medicaid Supplemental Programs. The committee is to operate under the policies governing study committees adopted by the Legislative Council. Legislative Council resolutions in the past

have established budgets for interim study committees in the amount of \$9,500 per interim for committees with fewer than 16 members and \$16,500 per interim for committees with 16 members or more.

The committee will examine federal intergovernmental transfer leveraging and the merits and effect of expanding the Indiana Check-up Plan. The committee is to be staffed by the Legislative Services Agency, must provide a final report, and expires November 1, 2009.

The funds necessary to carry out the bill are to be paid from state General Fund appropriations to the Legislative Council and Legislative Services Agency.

Legislative Evaluation and Oversight Policy Subcommittee: The bill will not add any costs to the LEOPS evaluation process because the evaluation required replaces any previously scheduled evaluation. The costs of the evaluation include LSA staff time.

The evaluation will examine the DSH Payment Program, the Hospital Care for the Indigent Program, and the Hospital Care for the Indigent Upper Payment Level Program, and will be reported to the Legislative Council by July 1, 2010. No evaluation is currently assigned for the period covered under the bill.

Explanation of State Revenues:

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected: Legislative Services Agency; OMPP.

Local Agencies Affected:

Information Sources:

Fiscal Analyst: Karen Firestone, 317-234-2106.